## **BUDGET MONTH-NINE**

Your company gives you a \$75 monthly fringe benefit that you must spend on insurance. You need to buy health insurance and life insurance. If the \$75 does not cover the complete cost of your insurance, you must pay the remainder.

## Questions to be answered: What is the difference between a traditional health plan and a Health Maintenance Organization (HMO)? Which will you choose and why? How much will it cost you for a doctor's office visit? Does the plan cover the costs of prescription drugs? If so, what are the co-payments? If you were to get sick during an out of town trip and could not visit your regular doctor, would your insurance cover the costs? What is the difference between term life insurance and whole life insurance? Will you purchase term life insurance or whole life insurance? How many thousands of dollars will your beneficiaries receive from the life insurance policy in the event of your death? Write a one to two page paper explaining the criteria you used to select your health and life insurance plans and attach it to Budget Month-Nine.

## **Month-Nine Ledger Sheet**

Disposable Income	Health Insurance and Life Insurance (Any monthly costs that exceed the \$75.00 company provided fringe benefit)	Other Monthly Expenses (Apartment Rent, Rental Insurance, Clothing, Gasoline, Entertainment, Food and Utilities, and, Car Payment)	Running Balance

H	Iow mucl	ı do	you	have	left	for savings	after	Month-Nine?	